FOREIGN CLAIMS SETTLEMENT COMMISSION OF THE UNITED STATES WASHINGTON, D.C. 20579

In the Matter of the Claim of

E.E. HOUGH

Claim No.CU - 2402

Decision No.CU 143

Under the International Claims Settlement Act of 1949, as amended

PROPOSED DECISION

This claim against the Government of Cuba, under Title V of the International Claims Settlement Act of 1949, as amended, in the amount of \$100.00, was presented by E. E. HOUGH, based upon the asserted ownership and loss of a stock interest. Claimant, E. E. HOUGH, states that he has been a national of the United States since his birth on September 5, 1924, in Chester, South Carolina.

Under Title V of the International Claims Settlement Act of 1949 (78 Stat. 1110 (1964) 22 U.S.C. §§1643+1643k (1964), as amended, 79 Stat. 988 (1965)], the Commission is given jurisdiction over claims of nationals of the United States against the Government of Cuba. Section 503(a) of the Act provides that the Commission shall receive and determine in accordance with applicable substantive law, including international law, the amount and validity of claims by nationals of the United States against the Government of Cuba arising since January 1, 1959 for

losses resulting from the nationalization, expropriation, intervention or other taking of, or special measures directed against, property including any rights or interests therein owned wholly or partially, directly or indirectly at the time by nationals of the United States.

Claimant has based this claim on stock interests in Manati Sugar Company, a New York corporation.

Section 502(1) of the Act defines the term "national of the United States" as "(B) a corporation or other legal entity which is organized under the laws of the United States, or of any State, the District of Columbia, or the Commonwealth of Puerto Rico, if natural persons who are citizens of the United States own, directly or indirectly, 50 per centum or more of the outstanding capital stock or other beneficial interest of such corporation or entity."

The record in the Claim of Manati Sugar Company, on file with the Commission, (FCSC Claim No. CU-2525), establishes that the claimant corporation qualifies as a United States national within the meaning of Section 502(1)(B) of the Act.

Section 505(a) of the Act provides that

A claim under section 503(a) of this title based upon an ownership interest in any corporation, association, or other entity which is a national of the United States shall not be considered.

The Commission concludes that since this claim is based on a stock interest in a corporation which qualifies as a United States national, the Commission is precluded, under Section 505(a) of the Act from considering this claim. Accordingly, it is hereby denied. (See the Claim of Mary F. Sonnenberg, FCSC Claim No. CU-0014.)

The Commission deems it unnecessary to make specific findings with respect to other elements of this claim.

Dated at Washington, D.C., and entered as the Proposed Decision of the Commission

JUL 26 1967

Edward S. The

Edward D. Re, Chairman

Theodore Jaffe, Commissioner

Lavin R. Dilweg

LaVern R. Dilweg, Commissioner

NOTICE: Pursuant to the Regulations of the Commission, if no objections are filed within 15 days after service or receipt of notice of this Proposed Decision, the decision will be entered as the Final Decision of the Commission upon the expiration of 30 days after such service of receipt of notice, unless the Commission otherwise orders. (FCSC Reg., 45 C.F.R., 531.5(e) and (g) as amended, 32 Fed. Reg. 412-13 (1967).)

CU-2402